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Suzanne Henderson



HARDING COMPANY 13465 Midway Road, Suite 400 Dallas, Texas 75244

Submitter: HARDING COMPANY

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

<u>DO NOT DESTROY</u> <u>WARNING - THIS IS PART OF THE OFFICIAL RECORD.</u>

ELECTRONICALLY RECORDED
BY SIMPLIFILE

Thorne, William A. Fr et ux Cari

Ву: _____

CHK00893

ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW. NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid-Up With 640 Acres Pooling Provision

ICode: 12945

PAID-UP OIL AND GAS LEASE

(No Surface Use)

THIS LEASE AGREEMENT is made this 29 day of 2009 by and between William A. Thorne Jr. and wife, Cari M. Thorne, whose address is 8426 Seven Hills Rd Arlington, Texas 76002, as Lessor, and HARDING ENERGY PARTNERS, LLC, a Texas limited liability company, 13465 Midway Road, Suite 400, Dallas, Texas 75244, as Lessee. All printed portions of this lease were prepared by the party hereinabove named as Lessee, but all other provisions (including the completion of blank spaces) were prepared jointly by Lessor and Lessee.

1. In consideration of a cash bonus in hand paid and the covenants herein contained, Lessor hereby grants, leases and lets exclusively to Lessee the following described lease th

See attached Exhibit "A" for Land Description

in the County of Tarrant, State of TEXAS, containing 0.170 gross acres, more or less (including any interests therein which Lessor may hereafter acquire by reversion, prescription or otherwise), for the purpose of exploring for, developing, producing and marketing oil and gas, along with all hydrocarbon and non hydrocarbon substances produced in association therewith (including geophysical/seismic operations). The term "gas" as used herein includes helium, carbon dioxide and other commercial gases, as well as hydrocarbon gases. In addition to the above-described leased premises, this lease also covers accretions and any small strips or parcels of land now or hereafter owned by Lessor which are contiguous or adjacent to the above-described leased premises, and, in consideration of the aforementioned cash bonus, Lessor agrees to execute at Lessee's request any additional or supplemental instruments for a more complete or accurate description of the land so covered. For the purpose of determining the amount of any shut-in royalties hereunder, the number of gross acres above specified shall be deemed correct, whether actually more or less.

2. This lease, which is a "paid-up" lease requiring no rentals, shall be in force for a primary term of [5] five years from the date hereof, and for as long thereafter as oil or gas or other substances covered hereby are produced in paying quantities from the leased premises or from lands pooled therewith or this lease is otherwise maintained in effect pursuant to the provisions hereof.

3. Royalties on oil, gas and other substances produced and saved hereunder shall be paid by Lessee to Lessor as follows: (a) For oil and other liquid hydrocarbons separated at Lessee's separator facilities, the royalty shall be 20.00% of such production, to be delivered at Lessee's option to Lessor at the wellhead or to Lessor's credit at

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of the leased premises or lands pooled therewith shall be reduced to the proportion that Lessor's interest in such part of the leased premises bears to the full mineral estate in such part of the leased premises.

8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee until 10 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee until 10 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee until 10 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee than 10 days after Lessee may pay or tender such a statisfied to the event of the death of any person entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafted interest shall not affect the rights of arising with respect to the transferred interest, and failure of the transferse in such value of the transferse in

- 10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery, Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of war and the construction and use of roads, canals, prefines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, sexcept water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial elease or other partial termination of this lease; and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith, when requested by Lessor in which lesses hall buy its pipelines below ordinary plow depth on cultivated lands. No well shall be located stan 200 feet from any house or barm now on the leased premises or such other lands, and to commercial lambs of shall be located stan 200 feet from any house or barm now on the leased premises or such other lands, and to commercial lambs, and to commercial la

- - 17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, borus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market

conditions. Lessor acknowledges that no representations or a different terms depending on future market conditions. Neither which Lessee has or may negotiate with any other lessors/oil ar	party to this lease wil	in the negotiation of I seek to alter the to	of this lease the erms of this tra	at Lessor would o Insaction based u	jet the highest price or pon any differing terms
IN WITNESS WHEREOF, this lease is executed to be effective as heirs, devisees, executors, administrators, successors and assigns, the some of the or more) by the many than the control of the or more) by the many than the control of	whether or not this lease Thorna, Ir. Attornay-in-fact A. Thorn, J	has been executed by	cution shall be yell parties her with the work of the	binding on the sign and as the sign are the sign and the sign are the sign and the sign are the	Lessor.
1.	ACKNOWLEDG	MENT			
STATE OF TEXAS COUNTY OF This instrument was acknowledged before me on the	29 day of A	<u>r1</u> 2009.	by <u>Car</u>	M. Th	erne
This instrument was acknowledged before me on the JIMMY C CULPEPPER Notary Public STATE OF TEXAS My Comm Exp Fab 28, 2011	ACKNOWLEDG	•	e of Texas nteq Ton on expires:	1mmy C. 2-28-2	
STATE OF TEXAP COUNTY OF This instrument was acknowledged before me on the	Λ	rd , 2009,			e POA for
JIMMY C CULPEPPER Notary Public STATE OF TEXAS My Comm Exp Feb 28, 2011		Notary Public, Stat Notary's name (pri Notary's commissi	e of Texas nted):	Jimmy	C. Cilpepela C. Cilpepy e
STATE OF TEXAS	01011271011110			2 20	2011
COUNTY OF This instrument was acknowledged before me on the a co	day of	fooid compression	, 20, by_		of
<u> </u>		Notary Public, Stat Notary's name (pri Notary's commissi	e of Texas		
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STATE OF TEXAS					
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This instrument was filed for record on theM., and duly recorded in	day of		, 20	_, at	o'clock
Book, Page, of the	records of this	office.			
		Ву			
			Clerk (o	r Deputy)	of na
Prod 88 (4-89) — PU 640 Acres Pooling NSU w/o Option (10/29)	Page 2	of 3		Initials (C.J. C.J.
				<i>∤.</i> '	J. ·

Exhibit "A" Land Description

Attached to and made a part of that certain Paid Up Oil and Gas Lease dated the 29th day of _______, 2009, by and between, HARDING ENERGY PARTNERS, LLC, a Texas limited liability company, as Lessee, and <u>William A. Thorne Jr. and wife, Cari M. Thorne</u> as Lessor.

From time to time Lessee may determine that some part or all of the Leased Premises should be more specifically described, in which case Lessor agrees to execute any substitute Lease(s) or correction to Lease(s) tendered by Lessee for such re-description.

0.170 acre(s) of land, more or less, situated in the John N. Holland Survey, Abstract No. 676, and being Lot 7, Block 6, Harris Ridge Phase 1, an Addition to the City of Arlington, Tarrant County, Texas according to the Plat thereof recorded in Volume/Cabinet A, Page/Slide 9853 of the Plat Records of Tarrant County, Texas, and being further described in that certain CORPORATION SPECIAL WARRANTY DEED (Vendor's Lien) between CENTEX HOMES, a Nevada general partnership, acting herein by and through its duly authorized officers, and WILLIAM A. THORNE JR, AND WIFE CARI M. THORNE recorded on 02/01/2006 as Instrument No. D206030329 of the Official Records of Tarrant County, Texas.

ID: , 17267-6-7

Initials C.1. C.1.